

Memorandum for the Log

5 October 1951

Approved revised form for cost-plus research and development contracts.

Form provides flexibility as to increase of Estimated Cost ("cost escape") and as to delivery date. There are also two alternative clauses, providing for revision downward of the Fixed Fee, for use in contracts where it is not possible at the time of negotiation to determine the Estimated Cost with reasonable accuracy.

A modification of this form, to be used in Task Order situations, is now being prepared by Procurement, for submission to this office.

There are no substantial variations from the form which was seen by Mr. Houston  about two months ago.



*L.H.H.*